September 2004

CHAPTER 1

APPENDIX 3 CRITERIA FOR NATIONAL AERONAUTICS AND SPACE ADMINISTRATION WORKING CAPITAL FUND CANDIDATES

- A. Must possess the capability to produce one or more goods or services that are needed on a recurring and relatively predictable basis within National Aeronautics and Space Administration (NASA), other federal government entities, and/or non-government customers.
- B. Operation as a NASA Working Capital Fund (WCF) business area will result in a better quality good/service and/or decreased costs to the federal government.
- C. Demand for goods or services must be from multiple customers within the NASA and/or other federal government entities. (Customers may be a U.S. State, Territory, or possession or political subdivision thereof; other public or private agencies; or any person, firm, association, corporation, or educational institution.)
- D. A WCF shall not be dependent upon a single customer for its existence.
- E. Must have the capability to charge prices or rates that approximate the full costs of the provided goods and services. (Annual stabilized prices and rates may be increased or decreased from expected full costs of the execution year in order to recover or return losses or gains incurred in a prior year. Additionally, stabilized prices and rates may be increased to accumulate funds for capital [i.e., investment] purchases.)